

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

RATE ADJUSTMENT OF GREEN RIVER)
ELECTRIC COOPERATIVE CORPORATION) CASE NO. 9008

O R D E R

IT IS ORDERED that Green River Electric Cooperative Corporation ("Green River") shall file an original and 12 copies of the following information, with this Commission, with a copy to all parties of record, by October 4, 1984, or within 2 weeks after the date of this Order, whichever is later. Each copy of the data requested should be placed in a bound volume with each item tabbed. When a number of sheets are required for an item, each sheet should be appropriately indexed, for example, Item 1(a), Sheet 2 of 6. Include with each response the name of the witness who will be responsible for responding to questions relating to the information provided. Careful attention should be given to copied material to insure that it is legible. Where information requested herein has been provided elsewhere in this record, in the format requested herein, reference may be made to the specific location of said information in responding to this information request. When applicable, the information requested herein should be provided for total company operations and jurisdictional operations, separately. If neither the requested information nor a

motion for an extension of time is filed by the stated date, the case may be dismissed.

1. Provide a listing of test year expenditures charged to Account No. 426--Miscellaneous Income Deductions in addition to those provided within the response to Item No. 3, page 1, of the Commission's June 1, 1984, information request no. 1.

2. Provide a copy of Green River's 1984 operating budget referred to within the Response to Request No. 27 of the May 15, 1984, request for information by National Southwire Aluminum Company.

3. With reference to Green River's response to Item No. 4 of the Commission's June 1, 1984, information request no. 1, concerning the memorandum dated March 2, 1984, Finding No. 5, provide an analysis of the effects on test-year financial statements resulting from Green River's failure to provide for an allowance for funds used during construction or record payroll and accrued vacation costs.

4. Provide a thorough explanation as to the necessity of the addition of 10 employees to test-year staffing levels. Also, for each employee to be hired, provide the actual or anticipated hiring date, job title, job description, hourly wage, total annual salary, fringe benefit costs, and payroll tax costs. Where applicable, differentiate between estimated amounts to be expensed and capitalized.

5. With reference to Exhibit No. 6, page 16, of Green River's application, provide a description of the pole inspection program including employees involved, assignment of costs, and an

explanation of the basis for the components of the calculation of the annual cost of the pole inspection program contained within line no. 3.

6. Provide an explanation for the growth in Account No. 904--Uncollectible Accounts expense from 1981-1983.

7. In its Order of October 24, 1983, Case No. 8778, Adjustment of Rates of Salt River Rural Electric Cooperative Corporation, the Commission stated that it is reconsidering its policy of allowing for rate-making purposes the interest on debt drawn down after the end of the test year and that any utility requesting such treatment of interest expense will have to prove the necessity of such treatment. With reference to Exhibit No. 6, page 13, line no. 5, of Green River's application, provide a thorough explanation of why Green River should be allowed such treatment without any recognition of the additional revenues and expenses associated with the facilities constructed with these additional funds.

8. Reconcile the number shown as Per Books Kwh Purchased under Demand on Exhibit 7, page 35, of the original application with the Rural System Kwh shown on Item No. 18, page 1, of the response to the Commission's June 1, 1984, information request no. 1.

9. Reconcile the number shown as Per Books Kw Purchased under Demand on Exhibit 7, page 35, of the original application with the Rural System KW shown on Item No. 18, page 1, of the response to the Commission's June 1, 1984, information request no. 1.

10. Provide actual Kw and Kwh amounts sold to Green River's industrial contract customers for the first 8 months of 1984.

Done at Frankfort, Kentucky, this 20th day of September, 1984.

PUBLIC SERVICE COMMISSION

Richard D. Hemmery
For the Commission

ATTEST:

Secretary